best of The Sun intertwined with it, and the whole revitalized, is a bigger and bette: and sounder newspaper than ever before.

VOL. LXXXVI.—NO. 122—DAILY.

Fair and continued cold to-day: to-morrow

increasing cloudiness and warmer.

Highest temperature yesterday, 40; lowest, 14.

NEW YORK, FRIDAY, DECEMBER 30, 1921.—ENTERED AS SECOND CLASS MATTER, POST OFFICE, NEW YORK, N. Y.

PRICE TWO CENTS

The New York Herald, with all that was

# BANDITS KILL TWO IN HOLDUP OF BANK: **FLEE WITHOUT LOOT**

Brace of Robbers Escape After Having Seriously Wounded Third Man.

NEW CLEVER RUSE USED

Leader Hires Safety Box to Study Plans for Raid at Pearl River, N. Y.

PILES OF CASH UNTOUCHED

Police Watching for an Automobile With Injured Occupant-Derby Hat a Clew.

Special Dispatch to THE NEW YORK HEEALD. PEARL RIVER, N. Y., Dec. 29.—James B. Moore, paying teller, and Sigfried Butz, bookkeeper, were cleaning up odds and ends of business in their cages in the First National Bank during the noon luncheon hour to-day when a well dressed man stepped up

Five minutes later Moore and Butz lay dead back of their desks, where they had fallen in a desperate hand to hand conflict with bandits. Both were shot through the heart. Adolph Miller, watchman, who had heard the shots and ran in, was lying outside the cashier's window shot through the groin. One of the bandits was escaping through a rear window bleeding from one or more wounds, leaving a red trail across the snow in a lumber yard to an automobile waiting half a block away.

The bandits did not get a penny, bank officials announced later. In less than ten minutes after the first shot was fired factory whistles were shricking an alarm and half of Pearl River, armed and in automobiles, was

#### Trick Planned Cleverly.

The man who planned this new trick first appeared a few weeks ago and deposited some securities in a safety box which he rented for a year. He

were deserted. He walked up to Mo window and called for his box. A window and called for his box. A little later when the officials and the police arrived they found many evidence of what had occurred in the few minutes of the attempted holdup and the conflict that followed. The exact details of what happened will not be known unless the bandits are caught and tell the story.

## Tragedy Is Reconstructed.

The safety box was on a table in a little office in the rear of the bank, reserved mainly for the use of customers. It was empty. The window from this office to the lumber yard in the rear was open. Pleced together as closely as pos-sible, Sheriff Alfred H. Merritt and the sible, Sheriff Alfred H. Merritt and the State and local police said that this was about what must have happened:

When Moore carried the safety box into the rear room he was covered by the bandit's pistol. The bandit then opened the window and his confederate entered. The theory is that there were two men only in the plot, the second being the outside man in charge of the automobile, who was called to the rear window to guard against surprise.

Moore must have made a break back into the bank. Several persons in offices

above the bank and in the post office next door heard seven shots fired in rapid order. Butz must have been alarmed by Moore's call or a shot and stepped out of his cage. He fell dead, face down.

Adolph Miller had been a watchman for years on the raliroad crossing, a few yards from the bank door. Lately he had been employed as watchman in the Dexter Folding Company factory, one of the big industries in the village, a block across the way from the bank. He heard the firing and ran into the bank. He had just time to reach the cashier's window and take one glance inside the bank, and then he fell with a wound which may be fatal.

But in that one second Miller saw three men, he told between gasps a few minutes later, before he lost consciousness, and was hurried to the Nyack Hospital. He saw one man lying as if dead. He saw two men locked in each wither arms fetchers. said he was certain that Moore wa on top, beating the other in the with his fists, close beside Butz's. Both were covered with blood.

Miller's eyes saw accurately the twhich killed Moore must have

Continued on Page Three.

#### \$2,000,000 in Victory Notes Sold at 100.08

DHILADELPHIA, Dec. 29.—Two

blocks of \$1,000,000 each of 4% per cent. Victory Notes changed hands to-day on the Phila-delphia Stock Exchange at 100.08 It was declared to be the largest transaction in Victories ever recorded on the local exchange, and incidentally, the highest price ever reached here, except for a \$500 lot sold two weeks ago for 100.14.

The financial district understood the buying was for the Govern-ment, which, it was said, had been purchasing bonds in the open mar-

# 2 SOAR OVER STORM FOR 24-HOUR RECORD

Stinson and Bertaud, Flying Above Mineola, Must Stay Up Until 9:20 A. M.

HOPE TO LAST TILL NOON

SJL-6 Monoplane Supplied With Plenty of Fuel and Food—Exhaust Gives Heat.

selves last night around smudge fires to the window and asked to look at on Hazelhurst Field at Mineola, looked his safety deposit box rented about a up into the safety deposit box rented about a and muttered that ancient wail of pes-

Two thousand feet above the field Edward Stinson and Lloyd Bertaud were flying in an SJL-6 all metal monoplane in an attempt to break the world's record for a non-stop airplane flight.

Stinson, with Bertaud sitting behind him, had taken the monoplane up at 8:58 o'clock in the morning in the midst of a whirling snowstorm. If they remain in the air until 9:20 o'clock this morning they will have established a new world's record. They hope to stay up until noon Many elements are against them, but they were still going strong at 2:30 are operating on a system so perfect tied itself up with the great Ansaldo Briand was none too secure in the o'clock this morning.

The world's record for an airplane endurance flight is 24 hours 19 minutes and 7 seconds. It was made in June, 1920. at Ville Sauvage la Dordogne, France, in a Farman Goliath biplane equipped with two 260 horse-power mosent into the air. It carried 350 gallons

them were used by the Government in the air mail service, but later the Gov-ernment did not take so kindly to them. The present flight, it was said, is being made in an attempt to restore the plane in public favor.

## **ELLEN TERRY DECLINES NEW YEAR'S HONOR**

Was to Be 'Dame Commander of the British Empire.'

LONDON, Dec. 29.—Ellen Terry has sked permission to decline the proffered onor of "Dame Commander of the Brit-sh Empire," according to the Mirror, the title was to have been conferred at the forthcoming New Year's honors in recognition of her talents and long ser-

The Order of the British Empire, which includes that of Dame Commander, was instituted in June, 1917. It ranks next to and immediately after the Royal Victorian order the Royal Victorian order

#### MAY SETTLE PRIVATE DEBTS WITH GERMANS

Restrictions on Negotiations With Americans Withdrawn.

BERLIN, Dec. 29 (Associated Press). —Americans holding claims against German subjects are now permitted to make settlement direct, it was anmake settlement direct, it was announced to-day, since the American Government has declined to become a party to the interallied clearing process provided for in the treaty of Versailles.

The German official The German official restrictions The German official restrictions which were in force pending America's decision on the exercise of her option with respect to the adjustment of private claims of her citizens have been removed and German debtors are now

#### FRANCE REOPENS RELATIONS WITH POPE

Parts. Dec. 29 .- The Senate adopted to-night the credits for the embassy the Vatican. The vote was 183 to 130.

permitted to negotiate directly with their American creditors.

fidence in the Briand Government on the question of the resumption of relations by France with the Vatican. FLORIDA-ATLANTIC COAST LINE. FU

# U.S. REGISTERED MAIL AMERICAN DELEGATES DEMAND LAWS TAPPING NETS LIQUOR WORTH \$2,000,000

Day, in Charge Here One Month, Swamped by Bootlegging Counterfeits.

NO DOCUMENTS SAFE

Printing Plant Turns Out Necessary Papers Hard to Detect.

WOOD ALCOHOL KILLS 9

Bootleg Whisky Blamed for Holiday Poisonings-Raids in Hoboken Net \$51,000.

Efforts of the Federal authorities to stop the leakage of liquor through the throes of a serious financial crisis was forgery of withdrawal papers have failed completely, it was learned yesterday. Facts made public by Ralph A. Day, State Director, indicate that at least \$2,000,000 worth of liquor, and perhaps many times that amount, has been illegally released recently. Mr. Day has been in office a month.

The flow of illegally released whisky is believed to have something to do with the large and increasing number of deaths reported during the last few drinking wood alcohol and doctored bootleg whisky. Three more deaths were reported yesterday and last night, making a total of nine in all who have died since Christmas Day. Some officials are inclined to believe that the bootleggers who have obtained some of the illegally released liquor have taken advantage of the opportunity to the world, taking into partnership doctor it with wood alcohol and other shipping and industrial concerns of other striking example of the French

It was stated that the bootleggers that they are able to counterfeit every armament firm here. mate how much liquor is being taken prove a national disaster in Italy.

deposited some securities in a safety box which he rented for a year. He wore a derby, looked like the average well to do business man and twice during the last two weeks had called at the bank at Just half-past twelve noon. He was seen several times around the bank at Just half-past twelve noon. He was seen several times around the bank at Just half-past twelve noon. He was seen several times around the bank at Just half-past twelve noon. He was seen several times around the bank at Just half-past twelve noon. He man tylilage of 800 persons in the north-ern tip of Rockland county, near the border line, notes the appearance of strangers, but no one thought to find out who he was or why he had rented the safety box. His key to the box gave him entry to the bank.

Noon is luncheon hour in Pearl River, Business is practically suspended while William A. Serven, president of the bank; to go home to eat. The rounced good for the test.

Sarchlights were used for a time light was observed yesteriday. Mr. Serven had strolled out with the cashier of the bank to go home a little after 12 and the four other bank employees had followed.

The bandit picked the exact moment when there were only two employees on duty. Those two were off guard. Their pistols were in their desks, but the thought probably furthest from their minds was robbery as they took a'uantage of the breathing space to catch up with their balances.

When the bandit entered the streets were descreted. He walked up to Moore's window and called for his box. A little window and called for his box. A little window and active for his box. A little window and called for his box. A little window and active for his box. A little window and called for hi

gence unit of the Internal Revenue Bureau, whose men already have uncovered several large liquor conspiracles.

As Col. Catrow explained the scheme,
whenever application is made for the
withdrawal of a quantity of liquor
greater than one barrel, or fifteen
cases, the warehouse upon which the
permit is drawn is required to write to
prohibition headquarters by registered
mail, requesting verification of the permit. The liquor is not to be released
until the warehouse receives a letter of
approval signed by the State Director.

## Bogus Registry Receipts.

According to Col. Catrow, not only are the withdrawal permit papers counter-feited, but reproductions are made as well of registered mail receipts and of the director's letter of approval. At some time after the letter is sent by registered mail to the State director's office, re-

rector Day said yesterday that he had removed the possibility of a leak in that connection by changing the girls charged with receiving the registered mail. It was not stated at the director's

office whether this precaution had been taken after the discovery of the forgeries described by Col. Catrow. The postal authorities have been communicated with, Col. Catrow said, on the theory that the interceptions have taken place before delivery of the registered mail at

prohibition headquarters.

The letter of approval purporting to come from Director Day in one forgery was so carefully counterfeited that two misplaced dots in the mimeographed form in which this letter is always sent out were exactly reproduced in the begus letter. The paper used, bearing a coun-terfeit letterhead of the Internal Rev-enue Bureau, is of even better quality than that used by the Government. Re-productions of the bureau's franked en-No official statement could be had at

prohibition headquarters concerning the part the warehouses may have played in these alleged forgeries.

Two men charged with having con-tracted with General Agents Estes, Wien and Fabricius to furnish them with fifty

## TO ELIMINATE PIRACY BY SUBMARINES; BALFOUR URGES 5-POWER AGREEMENT ITALIAN 'BIG FOUR' LONDON AGGRIEVED

BANK SUSPENDS AT FRENCH STAND Banca di Sconto, Powerful In- Feeling That Bright Promises stitution in Rome, Closes of Washington Parley May

Its Doors. Be Dimmed.

DEPOSITORS PROTECTED FEAR REFLEX AT CANNES

Entente Strained by

Antagonism.

Special Cable to THE NEW YORK HERALD. Copyright, 1921, by THE NEW YORK HERALD

The French attitude with regard, to

the submarine question has caused un

cles in London, with a growing alari

that all the happy promises of the

problems will not be fulfilled. The

press here unanimously indorses the

"grave words" of Arthur J. Balfour

head of the British delegation i

Washington, and disarmament is given

the greatest prominence. The Pall Mall

Downing Street does not yet believe

that in time public opinion will con-

trously for his Government. It is

feared that this situation may be re-

Allied Supreme Council, causing re-

newed irritation and further compli-

cations in the international situation.

as defining the attitude of France to-ward the Entente." it continues. "That relationship already has been strained by the antagonism which France ex-hibits toward British interests in many directions. But this stroke must rake the question of whether any meaning whatever can henceforth be attached to it. We can plainly take no risks from a mannet of such piratical potency

"The situation thus reached becomes sheer mockery of the realities which t

Blocks Channel Tunnel.

makes a farce of the Entente.

New York Herald Bureau. | London, Dec. 20.

Directed by Signor Marconi, Relationship of France to the Ex-Premier Nitti and Marquis di Medici.

Special Cable to THE NEW YORK HIRALD. Copyright, 1921, by THE NEW YORK HEBALD. ROME, Dec. 29 .- That Italy is in the emphasized to-day when the Banca Italiana di Sconto, the second largest of the so-called "free banks," and with a capital stock of 300,000,000 lire, closed its doors, taking advantage of Washington Conference on the Limithe modified moratorium which the tation of Armament and Far Easter Government declared in its behalf yesterday. It is reported on semi-official authority to-night that the Government has taken steps to protect the bank's depositors and creditors against

The present crisis follows the boom which swept over Italy after the war. French policy regarding submari when the four biggest banks-the Banca Commerciale, the Banca Italiana di Sconto, the Credit Italiana and the Banca di Roma, known as the "Big Four"-greatly increased their capital vert the French. One Foreign Office stock to expand Italian trade all over all kinds

At that time the Banca di Sconto affairs. He pointed out that Premier This alliance Premiership and was worried during official paper and document used in brought success to the bank from the the recent conference here with Mr. the withdrawal of liquor, and that the first and it enabled the Ansaldos to Lloyd George, with the result that conspiracy against the Government develop their business to the utmost their conversations were not as free has gone so far as to involve inter- limit. The Banca di Sconto and the as they might otherwise have been, ference with the registered mails. Col. Ansaldos came to be regarded as one and if Premier Briand weakened now Stinson's machine has one 185 Catrow, Mr. Day's chief assistant, and indivisible, and it was declared on the French position in Washingstated that it is impossible to esti- that disaster to either of them would ton it probably would result disas-

## Situation Becomes Acute.

The situation became acute a month ago. Since then the Government has been making desperate efforts to avert a crisis and save the big credit institu-Must Build to

Must Build to

It is generally accepted here that any naval building France proposes to do must be met by corresponding construction by Great Britain under the ratio of the pre-war naval strength in the Italian bourses except for cash and authorizing a modified moratorium for those institutions which applied for it, there demands it will mean a naval-race subject to approval by the tribunals. It is generally accepted here that any naval building France proposes to do must be met by corresponding construction by Great Britain under the ratio of the American delegation and approved formally for the British approved formally for the Brit those institutions which applied for it, subject to approval by the tribunals. It is regarded as likely that the Government will now reestablish its control over foreign exchange dealings.

Underlying the present crisis is the effort made recently by certain hanks

and speculators to take advantage of the general depression from which all countries are suffering, but which is severest in Italy, and capture the big credit institutions and affiliated business in the interests of one group. The responsibility for the closing of the Banca Italiana di Sconto to-day is largely placed upon these parties.

Seeing the impending crisis, the Government a month ago established a consortium to aid the Banca di Sconto to free itself from heavy credits which it held against the Ansaldo concern. Aitheld against the Ansaldo concern. Aitheld against the Consortium of hanks was said to have subscribed 600,000,000 lire. "While we regret this for its immediate consequences, we are compelled

though the consortium of banks was said to have subscribed 600,000,000 lire. It is now known that this was largely provided through fresh issues of notes

unable to get money.

It is reported here that another Italian bank has sustained heavy losses through various companies connected with the grain, cotton and metal industries, some grain, cotton and metal industries, some of which are now subject to judicial inquiry. The price of shares of many companies listed on the Bourse have dropped several hundred points during the last month. Efforts to save the situation are hampered by the rise in exchange against Italy.

exchange against Italy.

It is reported that a new consortium has been formed with a capital of 2,000,000,000 lire in case it is necessary to intervene to support other credit institutions here and save 30,000,000, 000 lire in deposits belonging to small

Had 15,000,000 Lire Capital.

The Banca Italiana di Sconto was rine Banca Italiana di Scotto was established in 1915 with a capital of 15,000,000 lire. It came into great prominence in Italy during the war as a result of its efforts against foreign intrigue in Italy. One of the primary objects of its founders, including Sena-

It adds that further development of this scheme is out of the question. The Daily News says: "This country must be prepared to abandon the high hopes for the abolition of the submarine which were entertained when Mr. Balfour made his proposal in Washington. Mr. Balfour had no answer from France to his question, Against whom is this huge mass of submarines to be built? What a pity it is for future peace that France should have compelled our representative at the Washington conference to have put it at all!"

The London Times says: "Judging by speeches in the French Senate and the tone of the French press, the rejection of the British proposal for the abolition of the submarine and the tor Marconi of wireless fame, Ex-Pre-mier Nitti and the Marquis di Medici, was to establish a purely Italian bank, as against the other so-called 'free banks,' which had been founded largely with foreign capital and were suspected iana, the former having been organized with German money and the latter with Swiss funds, while both were allied with the Deutsche Bank in Berlin. The alliance between the di Sconte and the Ansaido interests followed soon afterward. This in turn led to a fight within the circle of the banking "Big

These four banks, of which the Banca

Continued on Page Two.

## FRANCE FOR WORLD PARLEY TO DISCUSS UNDERSEA CRAFT

By LAURENCE HILLS.

Special Cable to The New York Herald. Copyright, 1921, by The New York Herald Bureau. | New York Herald Bureau. | Paris, Dec. 29. | TILL maintaining that its position at Washington in regard to submarines was justified, the French Government now favors

a world conference on undersea craft, at which, it is intimated. brought into an agreement.

An obviously inspired statement from the Foreign Office to-day while justifying the French attitude at Washington reveals France is sensitive to the criticism which it aroused and is sincerely desirhus of another conference being held to adjust matters. Whether this is held in Washington or Europe is immaterial to France, if all nations, including Germany and even Russia, are invited The French contention is that the weakness in the Washington

submarine discussion lay in the fact that only five Powers were represented, which, while controlling the capital ship situation, could not by any agreement among themselves preclude the danger of extensive submarine building by other nations not represented. With her capital ships reduced by the Hughes ratio a nation like Spain, France contends, not being a party to the Washington agreement could, if strained relations arose, quickly put out submarines whose tonnage would exceed that to which France was restricted, and thus would place the French navy in a state of inferiority. The peril in this respect would be greater from Germany. France holds that all nations with negligible navies now must be brought under a common agreement when it comes to submarines, the situation differing entirely from that of capital ship limitation. These explanations, it is believed, were inspired by Premier Briand personally and probably will be voiced by the French delegation at Washington, which will favor the immediate calling of a general submarine con-

# ROOT POINTS TO LUSITANIA,

**DECLARING WORLD OPINION** 

CONDEMNS THE SUBMARINE

Lodge, Underwood and Hughes Second His Strong mixing internal politics with foreign Speech-Balfour, Agreeing, Wants Five Big Powers to Outlaw Ruthless Warfare at This Conference.

accepted in principle to-day by the ference with great hope." flected at the Cannes meeting of the

Mr. Root's second proposal, that a

maintaining the proportions laid down by Secretary Hughes, whatever may be the cost. They reluctantly admit that posal was approved in principle and the first Root resolution. France, he terday by the American delegates for final drafting the Root proposal sets out anew rules of visit and search belligerent bring into effect agreement as to limia source of the greatest satisfaction in craft must observe in dealing with official circles here, and his "agreement commercial vessels, and countes with

At the suggestion of Mr. Balfour the original preamble was amended by

"The signatory Powers, desiring to make more effective the rules adopted by civilized nations for the protection of the lives of neutrals and noncombatants at sea in time of war invite the adherence of all other civilized Powers to the following statement of established law, ft. . . We can plainly take no stead from armament of such piratical potency as is now foreshadowed as coming into existence. With such a submarine flotilla menacing our flank it is evident that we can accept no limit whatever, upon our provisions for protective. to the end that there may be a clear public understanding throughout the world of the standards of conduct by which the public opinion of the world is to pass judgment upon future belligerents."

In committing the resolution to a subcommittee headed by Mr. Root for final drafting. Secretary Hughes said that inevitably others would commit the same abuses."

With the first Root proposal on its way toward adoption Secretary Hughes laid before the committee the second resolution as follows:

"The signatory Powers recognize the practical impossibility of using submassible away toward adoption secretary thughes and the same abuses."

With the first Root proposal on its way toward adoption Secretary Hughes laid before the committee the second resolution as follows:

"The signatory Powers recognize the practical impossibility of using submassible and the same abuses."

word entente might be supposed to cover. When we see France deliber-ately brandshing a weapon which we have most to fear and which also none he hoped it would "not be overlaid but aggressive uses it becomes almost a farce to pretend that the Entente has any virtue left in it." with lawyers' niceties" when it reemerged. No one, he said, could write anything which lawyers could not improve, but when it came to "the extended as a part of the law of nations they declare their assent to such prohibition and invite all other nations to adhere thereto." pression of vague fears, to which law-The Star says: "The first result of The Star says: The tirst result of the transfer and lust for submarines is to drop a depth charge on another of added, he hoped "that such verbal criticisms would receive scant attention."

It adds that further development of yers so like to give expression," he

It would have seemed "extraorto limit each nation's tonnage in these "Such a declaration as the one pro-

posed in the first (Root) resolution," Continued on Page Eight.

Alken, Augusta, Asheville, Thru Drawing Room, Stateroom, Sleeping Cars, from New the difference in flavor and quality. Sold only a pound packages, parchment wrapped.—Adv.

Room, Stateroom, Sleeping Cars, from New enjoyable 20 hour over-night trip on the Penmaylvania Railroad, the Short Line.

Typ R.—Adv.

Ry. Sys., 152 W. 426 Bryant 2206.—Adv.

Washington, Dec. 29 (Associated) question that submarines should never Press) .- A resolution by Elihu Root be used contrary to the principles of of this country optimistic regarding reaffirming existing rules of naval the law governing war. The adoption such an eventuality. At any rate the warfare for surface craft and strict of the resolution might, furthermore. application of this code to submarine avoid misunderstanding on the part operating against merchant craft was of those who were looking to the con-

Mr. Hughes also declared that the signatory Powers must remember, new rule of international law be in- should a difference arise between any itiated outlawing entirely submarine of them, "that the weapons which they

## Takes Up Balfour's Fear.

The French delegate deprecated what he said was an apprehension expressed by Mr. Balfour that certain countries might. "in spite of everything, yield to the temptation to misuse the weapons remaining in their hands." For his own part, he added, he believed that "these peoples will reflect deeply before violating such obligations" and that if the committee had any doubt of this "debate would not be worth while and the committee would have but to leave this table."

"One must not deduce from abuses by The French delegate deprecated what

"One must not deduce from abuses by Germany," Mr. Sarraut sald, "the idea

combatants, and to the end that the prohibition of such use shall be univer-

Mr. Hughes said that, as Mr. Root had explained, "this was a proposition to change the law," as the first resolution had attempted to state the law, "the law which had been ignored and which had been trampled under foot, but which nevertheless had been and still the searched as international law." The dinary indeed," Mr. Hughes declared that he assumed the chairman added that he assumed the chairman added that he assumed the most emphatic condemnation of the law was to make this declaration of prohibition of submarine warfare against the condemnation of the law was to make this declaration of prohibition of submarine warfare against the condemnation of the law was to make this declaration of prohibition of submarine warfare against warfare indulged in during the recent war. But such a deciaration as was planned, he added, was timely and necessary also because the conference had falled to reach an agreement either to ban submarines entirely or utside its circles.

Mr. Root agreed in this explanation.

Mr. Root agreed in this explanation, second feature of the resonant of the second real of the resonant of the second called for an act by the second real of the resonant of t

## Continued on Page Two.

PINEHURST AND SOUTHERN PINES. N. C., Camden and Columbia, S. C. South Special, P. R. R., 2:05 P. M. board Air Line Ry, 142 W. 42nd St.

OLD LAW AFFIRMED

Conference Agrees to It, but There Is Opposition to Barring All Attacks.

DRAFTING IS ORDERED

Delegates Evince Desire to Align Public Opinion Against Illegal Use.

PERIL IN FRENCH STAND

American Participation in Future Conferences Deemed Doubtful.

By LOUIS SEIBOLD.

New York Herald Bureau, Washington, D. C., Dec. 29.

Acting on the assumption that the French Government will adhere to its adverse submarine decision and that type of warship, the conference naval committee of fifteen to-day de voted itself to the task of defining the status of undersea boats and pre scribing rules to govern their opera

The belief that existed among some of the delegates that the French deconference at Cannes between Lloyd matter has been set aside for the present and the American, British Italian and Netherlands delegates at least persist in asserting that conference conclusions will be mainly satisfactory despite the attitude of the French Government in the submarine

the regulation of submarines was used as the basis for discussions to craft must observe in dealing with commercial vessels, and couples with this the declaration that submarines must be governed by these rules.

bring into effect agreement as to introduce as the basis for discussions to-day. The first clause of Mr. Root's resolution was accepted in principle all the assents of the Powers represented in the committee." over to the drafting committee to be

reduced to technical form. Substantial progress was also made

the exchange of opinions between Mr. Root, Senator Lodge, Senator Underwood, Mr. Balfour, Lord Lee, Premier Borden of Canada, Mr. Salmon of New Zealand, Admiral de Bon, Mr. Hanibara and Senator Schanzer, the whole submarine issue was generally debated.

The consensus appeared to be that regardless of the question of limiting submarine tonnage, the conference should take a decided stand against the policies adopted by the German Admiralty in employing submarines to illegally destroy merchant ship and human life.

This in fact is the purpose of Mr Root's resolution. It was described to-night by spokesmen of the American Government as an effort to provide "a deterrent on the illegal use of submarines which will be recognized and observed by all civilized coun-

The comments made by the delegates who discussed the matter be fore the naval committee to-day indicated a pronounced appreciation of the object of the measure and general sympathy with the necessity for it. There was, however, some uncertainty as to the application of the second feature of the resolution.

## Two distinct questions rel-

the conference to-day. that submarines m' doctrine of vist capturing or